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FISCAL IMPACT STATEMENT

LS 6798

BILL NUMBER: SB 339

NOTE PREPARED: Jan 29, 2008

BILL AMENDED: Jan 22, 2008

SUBJECT: Various Motor Vehicle Matters.

FIRST AUTHOR: Sen. Merritt

FIRST SPONSOR: Rep. Austin

BILL STATUS: As Passed Senate

FUNDS AFFECTED: **GENERAL**
 X DEDICATED
 FEDERAL

IMPACT: State

Summary of Legislation: This bill:

- (1) Repeals and relocates provisions concerning the licensing of commercial driver training schools and instructors, and transfers their responsibility from the Bureau of Motor Vehicles (BMV) to the Indiana Criminal Justice Institute (ICJI);
- (2) Transfers rules of the BMV concerning commercial driver training schools and instructors from the Bureau to the ICJI;
- (3) Removes the requirement that the daily deposit of motor vehicle excise taxes collected by the BMV be deposited in a separate account;
- (4) Authorizes the BMV to determine the registration schedule for various categories of vehicles;
- (5) Repeals outdated language concerning registration schedules for certain vehicles; and
- (6) Makes conforming amendments.

Effective Date: Upon passage; July 1, 2008.

Explanation of State Expenditures: (Revised) (1) Transferring responsibility of the licensing of commercial driver training schools and instructors from the Bureau of Motor Vehicles (BMV) to the Indiana Criminal Justice Institute (ICJI) will mean a reduction of BMV expenditures associated with this function and a corresponding increase in expenditures for the ICJI. The fund affected for both the BMV and the ICJI

is the Motor Vehicle Highway Account (MVHA). The ICJI's Office of Traffic Safety was appropriated approximately \$11.9 M from the MVHA for FY 2009.

For the period beginning January 1, 2009, and ending June 30, 2009, there is a transfer of funds to the ICJI from money appropriated to the BMV in an amount that is necessary to fund the transfer of responsibilities concerning the licensing of commercial driving training schools and instructors. The source and amount of funds transferred is to be determined jointly by the BMV and the ICJI in writing not later than December 1, 2009, subject to the approval of the State Budget Agency.

(3) Removing the requirement that the daily deposit of motor vehicle excise taxes collected by the BMV be deposited in a separate account will have no direct fiscal impact.

Explanation of State Revenues: (1) Transferring responsibility of the licensing of commercial driver training schools and instructors will mean a new user of the fees. The fees that are collected by the BMV currently for certifying commercial driver education schools and instructors are deposited into the MVHA and are used to offset the expenditures of the program. Under the bill, the fees will continue to be deposited into the MVHA.

The BMV collects \$100 per school, and there are 110 schools resulting in revenue of approximately \$11,000 per year. There is also a fee of \$10 per instructor per facility (instructors can be certified at more than one facility), which generates about \$5,200 per year in instructor fees. The total revenue generated amounts to approximately \$16,200.

(4) Authorizing the BMV to determine the registration schedule for various categories of vehicles may result in a change in timing of the receipt of revenue, depending upon the schedule adopted by the BMV.

Explanation of Local Expenditures:

Explanation of Local Revenues:

State Agencies Affected: Bureau of Motor Vehicles; Criminal Justice Institute; State Budget Agency.

Local Agencies Affected:

Information Sources: Sarah Meyer, BMV Legislative Liaison, 317-232-1936; Monty Combs, Deputy Commissioner and Chief Financial Officer of the BMV, 317-234-1910.

Fiscal Analyst: James Sperlik, 317-232-9866.